Credit-Deposit Rates in States

1045 SHRIMATI KANAK MUKHERJEE : Will the Minister of FINANCE be pleased to state :

(a) what was the credit-deposit ratio in U.P., Tamil Nadu, Bihar, Orissa, Rajasthan, Madhya Pradesh and Gujarat during the last three years,

(b) whether such ratio registered a rise during this period; and

(c) if so, what are the reasons therefor ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHAN POOJARI) : (a) and (b) The credit : deposit ratios of scheduled commercial banks as at the end of December 1984, 1985 and 1986 in U.P., Tamil Nadu, Bihar, Orissa, Rajasthan, Madhya Pradesh and Gujarat are given below : The credit : deposit ratio as it the end of December, 1986 registered an increase in the States of Madhya Pradesh and Gujarat over the figures of December, 1984

States	Credit : Deposit Ratio		
	Dec., 1986	Dec., 1985	Dec., 1986
Uttar Pradesh	46·2	46·5	42·8
Tamil Nadu	95·1	93·9	93·5
Bihar	40·6	39·8	38·1
Orissa	85·7	86·8	83·3
Rajasthan	70·5	67·4	65·9
Madhya Pradesh	59·9	60·4	60·9
Gujarat	55·0	54·4	55·8

(c) The credit : deposit ratio is not a true indicator of deployment of credit The increase or decrease in credit : deposit ratio depends upon the level of economic activity in a particular area which in turn is influenced by several factors such as development of infrastructural facilities—like transport, irrigation, power, availability of raw material, access to markets, local entrepreneurship etc Moreover, credit : deposit ratio does not take into account the migration of credit i.e. the credit disbursed in a particular area may have been utilised elsewhere.

Malfunctioning of Gujarat Subsidiary of NTC

1046. SHRI CHIMANBHAI MEHTA : Will the Minister of TEXTILES be pleased to state :

(a) whether Government have received complaints regarding malfunctioning of Gujarat subsidiary of NTC, if so, what are the broad details thereof;

(b) what is the number of officials suspended, discharged or dismissed and being prosecuted/acquitted or held guilty during the last three years; and

(c) what is the per annum loss of the Gujarat subsidiary during the last three years ?

THE DEPUTY MINISTER IN THE MINISTRY OF TEXTILES (SHRI S. KRISHNA KUMAR) : (a) Yes, Sir. Complaints have been received against some employees of NTC (Gujarat). These complaints pertain to various irregularities.

(b) The position is given below :

Year	No. of officials				
	Suspended	Discharged	Dismissed	Acquitted	Held guilty
1985	1	—	—	—	—
1986	1	7	—	1	1
1987	15	1	1	—	—

No official of NTC (Gujarat) was prosecuted during the above period

(c) The loss incurred by NTC (Gujarat) during the last three years is given below :

(Rs. in crores)

Year	Loss
1984-85	(—)21 55
1985-86	(—)17 51
1986-87 (Prov.)	(—)25 95